

CIP EXPENSE DETAIL

CONTACT DEPARTMENT(S):

Austin Water Utility

SUBJECT: Authorize the negotiation and execution of a cost participation agreement with Desta Three Partnership, Ltd. for the City to reimburse the developer for an amount not to exceed \$211,895.00 for costs associated with the design and construction of an oversized water main and appurtenances related to Service Extension Request No. 3455, that will provide water service to The Terrace Block A, Lot 3, an office complex

CURRENT YEAR IMPACT:

Department:	Austin Water Utility
Project Name:	The Terrace 16-Inch Offsite Water Line
Fund/Department/Unit:	3960 2207 6473
Funding Source:	Commercial Paper
Current Appropriation:	211,895.00
Unencumbered Balance:	211,895.00
Amount of This Action:	<u>(211,895.00)</u>
Remaining Balance:	<u>0.00</u>
 Total Amount of this Action	 <u><u>211,895.00</u></u>

ANALYSIS / ADDITIONAL INFORMATION: The Terrace Block A, Lot 3 development, consisting of approximately 7.8 acres of land generally located along Mopac Expressway north of S. Capital of Texas Highway and entirely within the City of Austin's full-purpose jurisdiction, is proposed to include approximately 221,000 sq. ft. of office space. Desta Three Partnership, Ltd. (the "Applicant") requested that the City provide water utility service to the Property as proposed in Service Extension Request No. 3455. The Property is within the City's Impact Fee Boundary, Austin Water Utility's (AWU) service area, the Drinking Water Protection Zone, the South Water Pressure Zone, and the Barton Creek Watershed. AWU will provide retail water and wastewater service to new development within the Property.

In accordance with Chapter 25-9 of the City Code, the City has asked the Applicant to oversize the water main in order to serve additional properties within the South Pressure Zone in accordance with the City's long range planning goals for this area. As such, the City will cost participate in this construction project only to the extent of the City's proportionate share.

The proposed oversized improvements include construction of approximately 1,345 feet of 16-inch water main from the 16-inch water main located in the Mopac Expressway frontage road at Via Fortuna and extending north to the 16-inch water main located in the Mopac Expressway frontage road at Bartons Bluff Lane.

The City will reimburse the Applicant for an overall total amount not to exceed \$211,895.00.